



GARY R. HERBERT
Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

May 11, 2011

Lantz Indergard
Lisbon Valley Mining Company
P. O. Box 400
Moab, Utah 84532

Subject: Conditional Approval of the Amended Notice of Intention to Commence Large Mining Operations, Dump C expansion/Dump B Reduction and Crusher Pad Reclamation, Lisbon Valley Mining Co., Lisbon Valley Mine, M/037/0088, San Juan County, Utah

Dear Mr. Indergard:

The Division conditionally approves amendments to the Lisbon Valley Notice of Intention to Commence Large Mining Operations (NOI) received November 9, 2011, December 15, 2010 and December 23, 2010. Disturbances on land managed by the Bureau of Land Management are not approved until the BLM issues its approval. The following condition applies:

Please submit copies of reports for cultural resource surveys in the areas of proposed disturbance, including recommendations of eligibility for listing in the National Register of Historic Places. If significant sites cannot be avoided, approval for disturbing these areas is withheld until agreement can be reached regarding potential protection, mitigation, or other actions that should be taken.

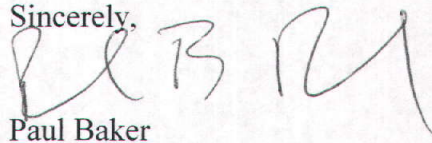
A copy of the approved documents is included with this letter. There was a figure in the GTO Haul Road amendment that related to Primary Crusher Reclamation Fill. Although this was not approved with the GTO Haul Road approval, the Division now approves this reclamation plan related to the crusher pad.

All these approved changes need to be incorporated into a revised plan of operations. The Division received a revised plan of operations on November 1, 2010. The revised plan submittal was not complete and was denied on April 5, 2011. Tom Munson has met with you in an attempt to show what the Division expects for the mine plan. As the mine moves forward and the Division approves these amendments it becomes critical that accurate up-to-date information is found in the plan. The format of the existing plan does not allow for this.

Page 2 of 2
Lantz Indergard
M/037/0088
May 11, 2011

Thank you for your cooperation and patience in completing this permitting process. If you have any questions regarding this letter, please contact me at (801) 538-5261 or Tom Munson at 538-5321.

Sincerely,

A handwritten signature in black ink, appearing to read 'P. Baker', written over the word 'Sincerely,'.

Paul Baker
Minerals Program Manager

PBB:tm:eb

Enclosures : Approved pages

cc: rebecca_doolittle@blm.gov

P:\GROUPS\MINERALS\WP\M037-SanJuan\M0370088-LisbonValley-Summo\Final\apvl-3849, 3898, 3906-05092011.doc